BEFORE THE POSTAL RATE COMMISSION WASHINGTON, D.C. 20268-0111

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POSTAL BATE COMPILED ON OFFICE OF THE COOPERARY

POSTAL RATE AND FEES CHANGES, 2001

Docket No. R2001-1

SECOND INTERROGATORIES OF PARCEL SHIPPERS ASSOCIATION TO UNITED STATES POSTAL SERVICE WITNESS PHILIP A. HATFIELD (USPS-T18)

The Parcel Shippers Association (PSA) requests United States Postal Service to respond fully and completely to the following interrogatories and requests for production of documents pursuant to Rules 25 and 26 of the Commission's Rules of Practice and Procedure.

Respectfully submitted,

TIMOTHY J. MAY PATTON BOGGS LLP

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Counsel for Parcel Shippers Association

Dated: November 16, 2001

PSA/USPS-T18-1. Please refer to Table USPS-T-18G in your testimony.

(a) Please confirm that while the FedEx Rollforward Adjustment reduces FY 2002 costs for

transporting First-Class Mail by \$91 million, it increases FY 2002 costs for transporting

Priority Mail by more than \$110 million. If not confirmed, please provide the correct

figures.

(b) Please explain in detail all reasons why the FedEx Rollforward Adjustment reduces FY

2002 costs for First-Class Mail. For each reason, please quantify the dollar amount by

which it changes FY 2002 costs for Firs-Class Mail.

(c) Please explain in detail all reasons why the FedEx Rollforward Adjustment increases FY

2002 costs for Priority Mail. For each reason, please quantify the dollar amount by

which it changes FY 2002 costs for Priority Mail.

(d) Please confirm that the FY 2002 Fed Ex Rollforward Adjustments are rolled forward to

the Test Year. If not confirmed, please explain fully.

PSA/USPS-T18-2. Please identify, describe, and quantify all cost reductions from the Fed Ex

contract that will not be fully realized by the Test Year. Please also provide all underlying

calculations.

CERTIFICATE OF SERVICE

I hereby certify that I have this date served (6) copies of the foregoing document upon the United States Postal Service by hand and by First Class Mail upon all participants in this proceeding

requesting such service.

Dated: November 16, 2001

Timothy I May